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BEFORE THE ARIZONA CORPORATION COMMISSION

1999 JUL 13 A 9:19 Arizona Corporation Commission

CARL J. KUNASEK

Chairman

JIM IRVIN

Commissioner

WILLIAM A. MUNDELL

Commissioner

AZ CORP COMMISSION
DOCUMENT CONTROL

DOCKETED

JUL 13 1999

DOCKETED BY

IN THE MATTER OF THE APPLICATION OF) DOCKET NO. E-01933A-98-0471
TUCSON ELECTRIC POWER COMPANY FOR)
APPROVAL OF ITS STRANDED COST)
RECOVERY AND FOR RELATED APPROVALS,)
AUTHORIZATIONS AND WAIVERS.)

IN THE MATTER OF THE FILING OF TUCSON) DOCKET NO. E-01933A-97-0772
ELECTRIC POWER COMPANY OF)
UNBUNDLED TARIFFS PURSUANT TO A.A.C.)
R14-2-1602 *et seq.*)

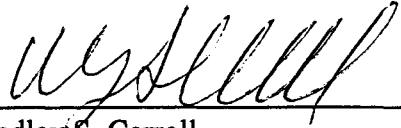
IN THE MATTER OF THE COMPETITION IN) DOCKET NO. RE-00000C-94-0165
THE PROVISION OF ELECTRIC SERVICES)
THROUGHOUT THE STATE OF ARIZONA.) NOTICE OF FILING

Pursuant to the Commission's Procedural Order dated June 23, 1999, Tucson Electric Power Company hereby submits the Public Notice of the Settlement Hearing that was published on June 29 and 30, 1999 in the *Arizona Daily Star*.

RESPECTFULLY SUBMITTED this 13th day of July, 1999.

TUCSON ELECTRIC POWER COMPANY

By:


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1 **Original and ten copies of the foregoing**
2 **filed this 13th day of July, 1999, with:**

3 Docket Control
4 ARIZONA CORPORATION COMMISSION
5 1200 West Washington Street
6 Phoenix, Arizona 85007

6 **Copy of the foregoing hand-delivered**
7 **this 13th day of July, 1999, to:**

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9 Hearing Division
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12 Paul Bullis, Chief Counsel
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21 **this 13th day of July, 1999, to:**

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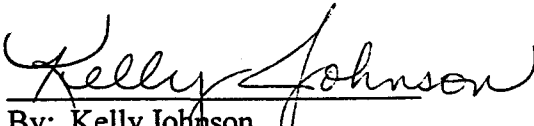
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By: Kelly Johnson
Secretary for Bradley S. Carroll

PUBLIC NOTICE OF **TUCSON ELECTRIC POWER** **COMPANY PROPOSED** **SETTLEMENT** **AGREEMENT/IMPLEMENTATION** **OF ELECTRIC COMPETITION.**

On June 10, 1999, Tucson Electric Power Company ("Company"), the Residential Utility Consumer Office, Arizona Community Action Association, and Arizonans for Electric Choice and Competition filed a Proposed Settlement Agreement ("Agreement") with the Arizona Corporation Commission ("Commission"). The Agreement was entered into for the purpose of establishing terms and conditions for the introduction of competition in generation and other competitive services that are just, reasonable and in the public interest. The Agreement confirms previously ordered rate decreases of one percent each year for two years commencing on July 1, 1999 for all customers except those with Electric Service Agreements. After the two decreases totaling two percent, the rates would be frozen until December 31, 2008. The Agreement provides the Company a reasonable opportunity to recover at least \$450 million for "stranded investment".

The Commission will hold a hearing on this matter beginning August 11, 1999 at 10:00 a.m. at the Commission's offices, 400 West Congress, Tucson, Arizona 85701. Public Comments will be taken in Tucson on the first day of hearing.

The law provides for an open public hearing at which, under appropriate circumstances, interested parties may intervene. Intervention shall be permitted to any person entitled by law to intervene and having a direct and substantial interest in the matter. Persons desiring to intervene must file a written motion to intervene with the Commission, which motion should be sent to the Company or its counsel and to all parties of record, and which, at the minimum, shall contain the following:

1. The name, address, and telephone number of the proposed intervenor and of any party upon whom service of documents is to be made if different than the intervenor.
2. A short statement of the proposed intervenor's interest in the proceeding (e.g., a customer of the Company, a shareholder of the Company, etc.)
3. A statement certifying that a copy of the motion to intervene has been mailed to the Company or its counsel and to all parties of record in the case.

The granting of motions to intervene shall be governed by A.A.C. R14-3-105, except that all motions to intervene must be filed on or before July 7, 1999. The granting of intervention, among other things, entitles a party to present sworn evidence at hearing and to cross-examine other witnesses. However, failure to intervene will not preclude any customer from appearing at the hearing and making a statement on such customer's own behalf.

The Commission does not discriminate on the basis of disability in admission to its public meetings. Persons with a disability may request a reasonable accommodation such as a sign language interpreter, as well as request this document in an alternative format, by contacting Cynthia Mercurio-Sandoval, ADA Coordinator, voice phone number 602/542-0838. E-mail csandoval@cc.state.az.us. Request should be made as early as possible to allow time to arrange the accommodation.

STAR PUBLISHING COMPANY

Tucson, Arizona

STATE OF ARIZONA)
COUNTY OF PIMA)

Janice Anderson, being first duly sworn deposes and says: that she is the Legal Advertising Representative of the STAR PUBLISHING COMPANY, a corporation organized and existing under the laws of the State of Arizona, and that the said STAR PUBLISHING COMPANY prints and publishes The Arizona Daily Star, a daily newspaper printed and published in the City of Tucson, Pima County, State of Arizona, and having a general circulation in said City, County, State and elsewhere, and that the attached

Legal Notice

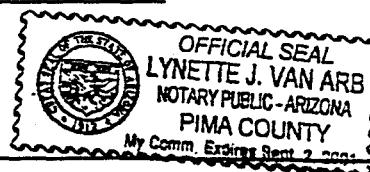
was printed and published correctly in the entire issue of the said ~~The Arizona Daily Star~~ on each of the following dates, to-wit:

June 29 and 30, 1999

Janice Anderson

Subscribed and sworn to before me this 30th day
of June, 1999


Notary Public



My commission expires _____

TNI AD NO. 290406